

STATE OF MICHIGAN
DEPARTMENT OF ENERGY, LABOR AND ECONOMIC GROWTH
OFFICE OF FINANCIAL AND INSURANCE REGULATION

Before the Commissioner of the Office of Financial & Insurance Regulation

In the Matter of:

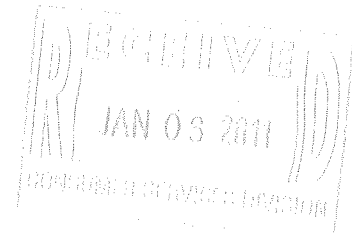
One-Stop Cash Advance, LLC
License No.: DP-0016793

Enforcement Case No. 10-10969

Respondent

CONSENT ORDER REQUIRING COMPLIANCE
AND PAYMENT OF FINES

Issued and entered
on 1/4/11
by Stephen R. Hilker
Chief Deputy Commissioner




Based upon the Stipulation to Entry of Consent Order and the files and records of the Office of Financial and Insurance Regulation (OFIR) in this matter, the Chief Deputy Commissioner finds and concludes that:

1. The Chief Deputy Commissioner has jurisdiction and authority to adopt and issue this Consent Order in this proceeding pursuant to the Michigan Administrative Procedures Act of 1969 ("MAPA"), as amended, MCL 24.201 *et seq.*, and the Deferred Presentment Service Transactions Act ("Act"), 2005 PA 244, MCL 487.2121 *et seq.*
2. All required notices have been issued in this case, and the notices and service thereof were appropriate and lawful in all respects.
3. Acceptance of the parties' Stipulation to Entry of Consent Order (Stipulation) is reasonable and in the public interest.
4. All applicable provisions of the MAPA have been met.
5. Respondent violated MCL 487.2153(2), MCL 487.2154(1)(b) and 487.2154(7), and MCL 487.2154(8).

Now therefore, based upon the parties' Stipulation and the facts surrounding this case, **IT IS ORDERED THAT:**

1. Respondent shall pay to the State of Michigan, through OFIR, administrative and civil fines in the amount of \$4,000. Respondent shall further pay the fines within 30 days of the invoice date as indicated on the OFIR invoice.

2. Respondent shall not authorize another licensee and/or entity to enter into deferred presentment service transactions on its behalf.
3. Respondent shall conduct all deferred presentment service transactions at its licensed location of 3693 Dix Highway, Lincoln Park, Michigan 48146.
4. Respondent shall not enter into a deferred presentment service transaction on behalf of another licensee.
5. Respondent shall not defer the presentment of a customer's check for payment beyond 31 days after the date of the deferred presentment service agreement and shall present all of its customers' checks for payments in accordance with the deferred presentment service agreement.
6. Respondent shall not engage in any violations of sections of the Act identified in paragraph 5 of this Order.
7. The Chief Deputy Commissioner retains jurisdiction over the matters contained herein and has the authority to issue such further order(s) as he shall deem just, necessary and appropriate in accordance with the Act. Failure to abide by the terms and provisions of the Stipulation and this Order may result in the commencement of additional proceedings.



Stephen R. Hilker
Chief Deputy Commissioner

STATE OF MICHIGAN
DEPARTMENT OF ENERGY, LABOR AND ECONOMIC GROWTH
OFFICE OF FINANCIAL AND INSURANCE REGULATION
Before the Commissioner of the Office of Financial & Insurance Regulation

In the Matter of:

One-Stop Cash Advance, LLC
License No.: DP-0016793

Enforcement Case No. 10-10969

Respondent
_____ /

STIPULATION TO ENTRY OF CONSENT ORDER

One-Stop Cash Advance, LLC ("Respondent") and the Office of Financial and Insurance Regulation ("OFIR") stipulate to the following:

1. On or about November 8, 2010, OFIR served Respondent with a Notice of Opportunity to Show Compliance ("NOSC") alleging that Respondent violated provisions of the Deferred Presentment Service Transactions Act, 2005 PA 244, MCL 487.2121 *et seq.* ("Act").
2. The NOSC contained allegations that Respondent violated the Act, and set forth the applicable laws and penalties which could be taken against Respondent.
3. Respondent exercised its right to an opportunity to show compliance pursuant to the Michigan Administrative Procedures Act (MAPA), MCL 24.201 *et seq.*
4. OFIR and Respondent have conferred for purposes of resolving this matter and have agreed that it is in the parties' best interest to resolve this matter pursuant to the terms set forth below.
5. At all pertinent times, Respondent was licensed with OFIR as a deferred presentment service provider pursuant to the Act.
6. Based upon the allegations set forth in the NOSC and communications with the Respondent, the following facts were established:
 - a. Respondent allowed its customers to simultaneously obtain two deferred presentment service transactions by encouraging its customers to concurrently execute two deferred presentment service agreements. In addition, to entering into a deferred presentment service agreement with a customer, Respondent would have the same customer also sign another agreement which purports to be an agreement between that customer and another licensed location in Auburn Hills, Michigan. Respondent subsequently entered the transactions into the Veritec

database as if the transactions were actually performed by two separate licensed locations. However, the transaction which purported to be that of the Auburn Hills location was actually conducted by Respondent. By simultaneously issuing two deferred presentment service transactions to its customers, Respondent violated Section 33 of the Act, MCL 487.2153.

Respondent allowed the Auburn Hills location to enter deferred presentment service transactions into the Veritec database using Respondent's name and login information, and permitted employees from Auburn Hills to execute deferred presentment service agreements on behalf of the Respondent even though the transactions did not occur at Respondent's licensed location.

By engaging in the foregoing conduct, Respondent assigned its license in violation of Section 17(1) of the Act, MCL 487.2137(1).

- b. Respondent failed to enter a number of deferred presentment service transactions into the Veritec database as required by the Act and even granted a transaction to a customer under an incorrect social security number, resulting in the customer entering into two deferred presentment service agreements with the Respondent. Consequently, by failing to submit transactions to the Veritec database, Respondent failed to verify its customers' eligibility to enter into deferred presentment service transactions in violation of MCL 487.2153(2), MCL 487.2154(1)(b) and MCL 487.2154(7).
 - c. Contrary to Section 35(1) of the Act, Respondent charged a customer a fee in connection with an extended deferred presentment service transaction. By charging a fee in connection with an extended deferred presentment service transaction, Respondent violated Section 35(1) of the Act, MCL 487.2155(1).
- 7. Respondent agrees that it will not authorize another licensee and/or entity to enter into deferred presentment service transactions on its behalf.
 - 8. Respondent agrees to conduct all deferred presentment service transactions at its licensed location of 3693 Dix Highway, Lincoln Park, Michigan 48146.
 - 9. Respondent agrees not to enter into a deferred presentment service transaction on behalf of another licensee.
 - 10. Respondent agrees not to defer presenting a customer's check for payment beyond 31 days after the date of the deferred presentment service agreement and that it will present all of its customers' checks for payments in accordance with the deferred presentment service agreement.
 - 11. Respondent agrees that it will pay to the State of Michigan, through OFIR, administrative and civil fines in the amount of \$4,000. Respondent further agrees to pay the fines within 30 days of the invoice date as indicated on the OFIR invoice.

12. Respondent agrees and understands that its failure to timely pay the fines set forth herein will result in the revocation of its deferred presentment service provider license and additional action to collect any and all fines that are owed to OFIR.
13. Respondent admits that it has violated MCL 487.2137(1), MCL 487.2153(2), MCL 487.2154(1)(b), 487.2154(7) and MCL 487.2155(1).
14. Both parties have complied with the procedural requirements of the MAPA and the Act.
15. Respondent understands and agrees that this Stipulation will be presented to the Chief Deputy Commissioner for approval.
16. The Chief Deputy Commissioner may in his sole discretion, decide to accept or reject the Stipulation to Entry of Consent Order (Stipulation) and Consent Order Requiring Compliance and Payment of Fines (Consent Order). If the Chief Deputy Commissioner accepts the Stipulation and Consent Order, Respondent waives the right to a hearing in this matter and consents to the entry of the Consent Order. If the Chief Deputy Commissioner does not accept the Stipulation and Consent Order, Respondent waives any objection to the Commissioner holding a formal administrative hearing and making his decision after such hearing.
17. The failure to abide by the terms and conditions of this Stipulation and Consent Order may, at the discretion of the Chief Deputy Commissioner, result in further administrative compliance actions.
18. The Chief Deputy Commissioner has jurisdiction and authority under the provisions of the MAPA and the Act to accept the Stipulation and to issue a Consent Order resolving these proceedings.
19. Respondent has had an opportunity to review the Stipulation and Consent Order and have the same reviewed by legal counsel.

One-Stop Cash Advance, LLC

By: 
Its:

Dated 12-23-10

Office of Financial & Insurance Regulation

By: 
Marlon F. Roberts
Staff Attorney

Dated 1/11/2011